Term loan investment assistant? by Small Industries Development Bank of India

932. SHRI ASHOK NATH VERMA:
SHRI ARANGIL SREEDHARAN:

Will thb Minister of FINANCE be pleased to state:

(a) whether Small Industries Develop ment Bank of India under iJj refinance scheme defined maximum term loan in vestment assistance for Hotel Restau rant, Small Nursing Home, Tourism Pro ject, etc. which may includ$_e$ land, build ing office equipment, kitchen facilities, furniturej air conditioning and prelimi nary and preoperative expenses including interest during the implementatioa of pro ject and contingencies etc, if so, -, what are the details thereof;

(b) what are the names|details of items covered under such refinance scheme; and

(c) whether such refinance facilities had been communicated to commercial banks; if so, what are the details thereof?

THE DEPUTY MINISTER IN THE MINISTRY OF FINANCE AND DEPUTY MINISTER IN THE MINISTRY OF EXTERNAL AFFAIRS (SHRi DIG-VIJAY SINGH): (al) to (c) Small Industries Development Bank of India (S1DBI) has reported that at present it is not operating any scheme for assistance for these activities.

Objectives of Technology Development and Information Company of India Limi-ted..:

933. SHRI ASHOK NATH VERMA: Will the Minister of FINANCE be plea sed to statv:

(a) what are the objectives, functions, financial|promotional services etc. of Tech nology Development and Information Company of India Limited promoted by ICICI; h&ialj

^ (b; what forms of financial assistance are offered by the organisation particular-by to small sector units, categories-wise;

(c) the total number of projects and schemes sanctioned|financed to patties, along with the names and addresses pro-ject/tieldwise; and

(d) what are the names and addresses of the authoritiesjoffices of the company, region-wise?

THE DEPUTY MINISTER IN THE MINISTRY OF FINANCE AND DEPUTY MINISTER IN THE MINISTRY OF EXTERNAL AFFAIRS (SHRI DIG-VIJAY SINGH): (a) Technology Development and Information Company of India Ltd. (TDICI) is a venture capital financing company. Its primary objective is to provide financial support to small and medium companies (both existing and new) which attempt innovation through introduction Of new productjpro-cess technologies. The emphasis is on market-oriented innovations by companies promoted by professionals|first generation entrepreneurs, TDICI also extends tech-no-managerial support to the assisted companies.

(b) The financial assistance is largely provided through equity participation and quasi-equity instruments like conditional loans, A conditional loan is one where loan repayment and the return to TDICI is derived through royalty on sales of the assisted company rather than through interest. This instrument has the risk and reward sharing features of equity. TDICI also provides assistance through conventional interest bearing loans wherever servicing of such Joan is possible.

(c) TDICI has so far financed 90 com panies and aggregate sanctioned assistance is about Rs. 43. 54 crores. The break-up of sanctioned assistance (. industry-wise) is given in the statement. In view of the confidentiality sought by the clients of TDICI regarding the nature of their busi-ness TDICI are not in a position *to* furnish company-wise specific information.